



Iowa Department of Human Services

Terry E. Branstad
Governor

Kim Reynolds
Lt. Governor

Charles M. Palmer
Director

INFORMATIONAL LETTER NO.1740-FFS

DATE: November 3, 2016

TO: Administrators of Residential Care Facilities

APPLIES TO: Fee-for-Service

FROM: Iowa Department of Human Services (DHS), Iowa Medicaid Enterprise (IME)

RE: Residential Care Facility (RCF) Maximum Per Diem Rate Increase and Personal Needs Allowance Decrease

EFFECTIVE: January 1, 2017

Effective January 1, 2017, the maximum RCF per diem rate will increase from \$30.05 to \$30.11.

There will be no increase in the flat per diem rate at this time. The flat per diem rate remains at \$17.86.

Also, due to a decrease in the average Medicaid copays paid by RCF Medicaid members in State Fiscal Year 2016, the personal needs allowance for RCF assistance recipients will decrease from \$103.00 to \$100.00 per month effective January 1, 2017.

Please have your residents contact their income maintenance worker in the local DHS office if they have questions about the personal needs allowance or their client participation.